



BID AWARD PANEL CONTRACT AWARD

Award of Request for Proposal No. 9117-17-7047 to Aecom Canada Ltd. for Professional Services for Sewer Rehabilitation Program Management

Date: July 12, 2017
To: Bid Award Panel
From: Director, Purchasing and Materials Management
Wards: All

RECOMMENDATIONS

The Director, Purchasing and Materials Management recommends that the Bid Award Panel grant authority to award the following contract:

Call Number:
RFP No. 9117-17-7047

Description:
Professional Services for Sewer Rehabilitation Program Management.

This contract has two (2) additional term optional periods. Should the optional term be exercised, then the General Manager of Toronto Water or his designate, will request the Director of Purchasing and Materials Management to process the renewal under the same terms and conditions.

Recommended Bidder or Proponent:
Aecom Canada Ltd.

Contract Award Value:
\$4,759,735 net of all applicable taxes and charges
\$5,378,500 including HST and all applicable charges
\$4,843,506 net of HST recoveries

Option Period 1: Jan 1, 2018 to Dec 31, 2021
\$4,900,726 net of all applicable taxes and charges
\$5,537,821 including HST and all applicable charges
\$4,986,979 net of HST recoveries

Option Period 2: Jan 1, 2019 to Dec 31, 2022
\$5,065,948 net of all applicable taxes and charges
\$5,724,521 including HST and all applicable charges
\$5,155,109 net of HST recoveries

The total potential contract award including the option period is \$14,726,409 net of all applicable taxes and charges, and \$16,640,842 including all applicable taxes and charges. **The potential cost to the City is \$14,985,594 net of HST recoveries.**

Note: The above cost calculations for the Optional Term Periods reflect an estimated 3% increase to include the annual Consumer Price Index.

Contract is expected to start on date of award and end in December 2020.

FINANCIAL IMPACT

The total contract award identified in this report including all optional terms is \$16,640,842 including all applicable taxes and charges. The cost to the City is \$14,985,594 net of HST recoveries. Funding is included in the 2017 Approved Capital Budget and 2018-2026 Approved Capital Plan for Toronto Water.

Should the City chose to exercise its option to renew the contract for an additional two (2) separate term periods, then the appropriate additional funding, if needed, will be requested through Toronto Water's annual 10-year Capital Budget and Plan Submissions, under the same project.

The cash flow funding requirement for this are summarized in the following table:

Table 1: Financial Impact Summary of Recommended Contract including two (2) option terms

Dates	WBS Element & Account Name	Total (Net of HST Recoveries)
Date of Award to Dec 31, 2017	CWW465-09 - Sewer Rehabilitation - CWD	\$ 1,272,229
Jan 1, 2018 to Dec 31, 2018	CWW465-09 - Sewer Rehabilitation - CWD	\$ 3,520,232
Jan 1, 2019 to Dec 31, 2019 (Warranty Period Year 1)	CWW465-09 - Sewer Rehabilitation - CWD	\$ 25,523
Jan 1, 2020 to Dec 31, 2020 (Warranty Period Year 2)	CWW465-09 - Sewer Rehabilitation - CWD	\$ 25,522
Total Base Bid		\$ 4,843,506
Option Term 1		
Jan 1, 2018 to Dec 31, 2018	CWW465-09 - Sewer Rehabilitation - CWD	\$ 1,310,396
Jan 1, 2019 to Dec 31, 2019	CWW465-09 - Sewer Rehabilitation - CWD	\$ 3,624,007
Jan 1, 2020 to Dec 31, 2020 (Warranty Period Year 1)	CWW465-09 - Sewer Rehabilitation - CWD	\$ 26,288

Dates	WBS Element & Account Name	Total (Net of HST Recoveries)
Jan 1, 2021 to Dec 31, 2021 (Warranty Period Year 2)	CWW465-09 - Sewer Rehabilitation - CWD	\$ 26,288
Total for Option Term 1		\$ 4,986,979
Option Term 2		
Jan 1, 2019 to Dec 31, 2019	CWW465-09 - Sewer Rehabilitation - CWD	\$ 1,349,708
Jan 1, 2020 to Dec 31, 2020	CWW465-09 - Sewer Rehabilitation - CWD	\$ 3,751,248
Jan 1, 2021 to Dec 31, 2021 (Warranty Period Year 1)	CWW465-09 - Sewer Rehabilitation - CWD	\$ 27,077
Jan 1, 2022 to Dec 31, 2022 (Warranty Period Year 2)	CWW465-09 - Sewer Rehabilitation - CWD	\$ 27,077
Total for Option Term 2		\$ 5,155,109
Total (Net of HST Recoveries)		\$ 14,985,594

CALL SUMMARY

Call Issued: February 27, 2017 **Call Closed:** March 10, 2017

Number of Addenda Issued: Two (2)

Number of Bids: Four (4)

Table 2: Summary of Proposals Received for RFP Number 9117-17-7047

[Proponent Name]
Aecom Canada Ltd. *
Associated Engineering (Ont) Ltd. **
Black & Veatch Canada Company ***
M.E. Andrews & Associates Limited ***

* Tender prices were corrected for mathematical errors. Purchasing and Materials Management has verified that the mathematical errors were corrected.

** Proponent did not meet minimum Technical threshold.

*** Proponent was found non-compliant with mandatory requirements.

DIVISION CONTACTS

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COMMENTS

This assignment will be carried out in three (3) phases with the issuance of three (3) separate Purchase Orders as follows:

An agreement for Design Services in the amount not to exceed \$1,250,225 net of taxes (\$1,272,229 net of HST Recoveries).

An agreement for Construction Services in the amount not to exceed \$3,459,347 net of taxes (\$3,520,231 net of HST Recoveries)

An agreement for Post Construction (Warranty Services) in the amount not to exceed \$50,162 net of taxes (\$51,045 net of HST Recoveries)

For the recommended contract award, the following requirements have been met:

a. The firm recommended for award is the lowest bidder meeting specifications or to the highest scoring proponent based on the evaluation criteria included in the call and meeting the requirements of the call;

b. the appropriate Division has reviewed submissions and found the price to be reasonable, within available budget and concurs with the recommendation;

c. the total contract value is less than \$20 million dollars (excluding applicable taxes) and the contract term is:

1. for a contract funded by the operating budget, 5 years or less including any option years; or

2. for a contract funded by the capital budget, within the projected term of the capital funding for the project as set out in the capital budget,

being within the authority of the Bid Award Panel;

d. there are no material written objections to the award;

e. the call document was advertised on the City's internet website and bids or proposals were opened publicly; and

f. the Fair Wage Office confirms the recommended firm understands the Fair Wage Policy and Labour Trades requirements and has agreed to comply fully.

Additional details and information for the above calls are on the file in the Purchasing and Materials Management Division.

SIGNATURE

Michael Pacholok
Director, Purchasing and Materials Management